2 9 SEP 1972

MEMORANDUM FOR: Executive Director-Comptroller

SUBJECT : Investigation of the Drug Situation in

Southeast Asia

1. Pursuant to your instructions, two of my inspectors, have investigated the drug situation in Southeast Asia, with particular emphasis on the recent allegations directed against the Agency and its proprietary, Air America. The report of investigation is attached.

- 2. We found nothing to substantiate the charges of Agency or Air America involvement in drug trafficking. So far as we could determine, no Agency officer has ever participated in or knowingly supported the narcotics industry in any way. From all indications, the same can be said for Air America officers.
- 3. The inspectors did note in the course of their investigation a few areas in which action might be taken to further strengthen our position in the overall anti-narcotics effort. We have made some recommendations at the end of the report concerning these problems.

William V. Broe Inspector General

Attachment as stated

MORI/CDF

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Impossible to Determine

(unless impossible, insert date or event)

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